

FISCAL NOTE

SB 2301 - HB 2282

March 17, 1998

SUMMARY OF BILL: Allows property owners and/or residents affected by an annexation to petition for an election to be held on such annexation. Bill requires 20% of such affected individuals to petition and requires that the election would be held at the annexing municipality's expense.

ESTIMATED FISCAL IMPACT:

Local Govt. Expenditures - Cost Avoidance / Exceeds \$100,000 / Permissive
Forgo Local Govt. Revenues - Exceeds \$100,000 / Permissive

Increase Local Govt. Revenues - Exceeds \$100,000 / Permissive
Increase Local Govt. Expenditures - Exceeds \$100,000 / Permissive

To the extent that annexations are invalidated by an election, cities will experience an avoidance of expenditures since services will not be provided to newly annexed territory, as well as foregone revenues since taxes will not be collected from the territory. It is also estimated that cities would experience increased expenditures for the costs of the elections.

In addition, to the extent that annexations are invalidated by elections, counties will experience an increase in tax revenues from the territory they would have lost if the annexation had taken place, as well as increased expenditures for the services they would not have had to provide to the territory after annexation.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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